

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02465A
Bella Vista Water Company, Inc.
12725 W. Indian School Rd Suite D 101
Avondale, AZ 85323

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

4-18-07

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Bella Vista Water Company, Inc.

Mailing Address 12725 W. Indian School Rd. Suite D 101
(Street)

Avondale Arizona 85323
(City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 4055 Campus Drive
(Street)

Sierra Vista Arizona 85635
(City) (State) (Zip)

(520) 458-5470 (502) 459-6680
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Peter Kampian Chief Financial Officer
(Name) (Title)

2845 Bristol Circle Oakville, Ontario Canada L6H7H7
(Street) (City) (State) (Zip)

(905) 465-4500 (905) 465-4514
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Bob Dodds President
(Name)

12725 W. Indian School Rd. Suite D101 Avondale Arizona 85323
(Street) (City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: CT Corporation System
(Name)

3225 N. Central Avenue Phoenix Arizona 85012
(Street) (City) (State) (Zip)

(602) 277-4792
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Bill Sullivan @ Curtis, Goodwin, Sullivan, & Schwab, P.L.C.
(Name)

2712 N. 7th Street Phoenix Arizona 85006
(Street) (City) (State) (Zip)

(602) 393-1700 ext 6381 (602) 393-1703
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME**BELLA VISTA WATER CO., INC.****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	322,875		322,875
304	Structures and Improvements	867,462	333,088	534,374
307	Wells and Springs	1,034,067	460,140	573,927
311	Pumping Equipment	2,162,608	1,874,959	287,649
320	Water Treatment Equipment	59,213	31,906	27,307
330	Distribution Reservoirs and Standpipes	1,464,433	715,860	748,573
331	Transmission and Distribution Mains	11,492,652	3,559,785	7,932,867
333	Services	1,292,714	770,143	522,571
334	Meters and Meter Installations	1,392,516	1,255,291	137,226
335	Hydrants	763,623	244,413	519,209
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	341,882	213,637	128,244
341	Transportation Equipment	287,800	230,598	57,203
343	Tools, Shop and Garage Equipment	123,055	123,055	0
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	260,579	56,844	203,736
347	Miscellaneous Equipment	106,366	91,116	15,250
348	Other Tangible Plant			
				0
	TOTALS	21,971,846	9,960,835	12,011,011

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME**BELLA VISTA WATER CO., INC.****CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	322,875		0
304	Structures and Improvements	867,462	2.5%	21,687
307	Wells and Springs	1,034,067	2.7%	27,948
311	Pumping Equipment	2,162,608	10%	31,008
320	Water Treatment Equipment	59,213	10%	4,478
330	Distribution Reservoirs and Standpipes	1,464,433	2.5%	36,611
331	Transmission and Distribution Mains	11,492,652	2%	212,730
333	Services	1,292,714	2%	23,338
334	Meters and Meter Installations	1,392,516	10%	35,804
335	Hydrants	763,623	2%	13,547
336	Backflow Prevention Devices			0
339	Other Plant and Misc. Equipment			0
340	Office Furniture and Equipment	341,882	6.67%	15,741
341	Transportation Equipment	287,800	14.29%	12,323
343	Tools, Shop and Garage Equipment	123,055	11.76%	0
344	Laboratory Equipment			0
345	Power Operated Equipment			0
346	Communication Equipment	260,579	10%	16,423
347	Miscellaneous Equipment	106,366	6.25%	6,648
348	Other Tangible Plant			0
	Less: CIAC Amortization			(1,902)
	TOTALS	21,971,846		456,383

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

Half-year convention used on asset additions.

COMPANY NAME

BELLA VISTA WATER CO., INC.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 72,882	\$ 99,034
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	259,421	274,222
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	24,451	
162	Prepayments	108,356	37,042
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 465,110	\$ 410,297
	FIXED ASSETS		
101	Utility Plant in Service	\$ 20,200,182	\$ 21,971,846
103	Property Held for Future Use		
105	Construction Work in Progress	177,580	351,197
108	Accumulated Depreciation - Utility Plant	9,804,105	9,960,835
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 10,573,657	\$ 12,362,208
	TOTAL ASSETS	\$ 11,038,768	\$ 12,772,506

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME

BELLA VISTA WATER CO., INC.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 15,145	\$ 32,839
232	Notes Payable (Current Portion)	110,732	98,645
234	Notes/Accounts Payable to Associated Companies	(350,901)	11,810
235	Customer Deposits	159,563	174,510
236	Accrued Taxes	734,851	384,956
237	Accrued Interest	20,779	18,481
241	Miscellaneous Current and Accrued Liabilities	37,929	45,248
	TOTAL CURRENT LIABILITIES	\$ 728,097	\$ 766,487
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 1,994,025	\$ 1,987,678
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	4,664,209	6,140,034
255	Accumulated Deferred Investment Tax Credits	222,755	15,775
271	Contributions in Aid of Construction	489,515	503,145
272	Less: Amortization of Contributions	191,471	213,015
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 5,185,008	\$ 6,445,939
	TOTAL LIABILITIES	\$ 7,907,130	\$ 9,200,104
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,520,080	\$ 1,520,080
211	Paid in Capital in Excess of Par Value	377,948	377,948
215	Retained Earnings	1,233,610	1,674,374
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 3,131,638	\$ 3,572,402
	TOTAL LIABILITIES AND CAPITAL	\$ 11,038,767	\$ 12,772,506

COMPANY NAME**BELLA VISTA WATER CO., INC.****COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 3,366,976	\$ 3,419,491
460	Unmetered Water Revenue		
474	Other Water Revenues	150,513	140,808
	TOTAL REVENUES	\$ 3,517,488	\$ 3,560,299
	OPERATING EXPENSES		
601	Salaries and Wages		
610	Purchased Water		
615	Purchased Power	435,589	467,688
618	Chemicals	1,986	3,790
620	Repairs and Maintenance		
621	Office Supplies and Expense		
630	Outside Services	777,116	978,561
635	Water Testing	18,709	19,995
641	Rents	57,600	63,860
650	Transportation Expenses	43,379	53,396
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	44,605	1,733
675	Miscellaneous Expense	185,223	184,946
403	Depreciation Expense	736,484	456,383
408	Taxes Other Than Income	187,876	163,855
408.11	Property Taxes		
409	Income Tax	258,398	334,268
	TOTAL OPERATING EXPENSES	\$ 2,746,964	\$ 2,728,476
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	138,474	130,601
	TOTAL OTHER INCOME/EXP	\$ (138,474)	\$ (130,601)
	NET INCOME/(LOSS)	\$ 632,050	\$ 701,221

COMPANY NAME BELLA VISTA WATER CO., INC.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	06/11/1990	05/17/1993	10/15/1995	07/24/1994
Source of Loan	Note PLR K-Mart	Note PLR BVR/RC-3	Note PLR BVR/RC-4	Note PLR BVR CCCII
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$64,500	\$54,801	\$49,589	\$21,063
Amount Outstanding	\$21,805	\$25,038	\$25,401	\$10,923
Date of Maturity	01/15/2010	01/15/2013	01/15/2016	01/15/2014
Interest Rate	8.56 %	7.30%	6.91%	7.16%
Current Year Interest	\$1,641	\$1,884	\$1,911	\$822
Current Year Principle	\$4,421	\$3,234	\$2,705	\$1,122

COMPANY NAME BELLA VISTA WATER CO., INC.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #5	LOAN #6	LOAN #7	LOAN #8
Date Issued	Varies	Varies		
Source of Loan	WIFA # 1	WIFA # 2		
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$173,526	\$2,100,000	\$	\$
Amount Outstanding	\$111,432	\$1,544,459	\$	\$
Date of Maturity	09/01/2018	06/01/2021		
Interest Rate	6.10 %	6.26%	%	%
Current Year Interest	\$7,971	\$187,401	\$	\$
Current Year Principle	\$7,217	\$92,032	\$	\$

Meter Deposit Balance at Test Year End \$432,576

Meter Deposits Refunded During the Test Year \$63,812

COMPANY NAME	Bella Vista Water Co., Inc.
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*		Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-610120	1	40	240	640	12	4	1956
55-610121	2	50	300	649	12	4	1958
55-610122	3	50	300	605	12	6	1968
55-610123	5	50	280	620	14	4	1972
55-610125	7	100	470	475	16	6	1968
55-610126	8	60	350	645	12	6	1954
55-610127	9	15	65	618	8	3	1954
55-610128	10	15	65	630	10	3	1956
55-610129	11	60	350	696	12	4	1956
55-610130	12	60	200	805	16	4	1972
55-610131	13	75	230	867	16	6	1978
55-610132	14	75	450	600	16	6	1972
55-610133	15	50	300	700	16	4	1972
55-610134	16	50	300	501	12	4	1960
55-518083	18	250	1200	1000	16	10	1987
55-519004	19	125	700	1000	16	8	1987
55-560741	VV1	15	250	400	8	4	1997
55-560742	VV2	15	250	385	8	4	1997
55-610119	STUMP	5	25	250	6	2	1982
55-805652	ASH	5	40	80	8	2	1989
55-536074	RO # 1	1	15	160	8	1	1992
55-553209	WHORSE	7.5	25	608	12	4	1997
55-597128	RO # 2	1.5	20	305	6	2	2003
55-583389	RO # 3	5	25	500	8	1	2001
55-508962	NV16	5	30	215	6	2	1984
55-507217	NV15	5	40	205	6	2	1984
55-642087	NV 3	3	20	243	6	2	1958
55-624091	NV 9	3	12	287	6	1.5	1959
55-641821	NV10	2	17	154	4	1	Unknown

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
30	6	668	8
25	6		
20	21		
15	5		
10	2		
5	6		
2	8		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	6	5,000	4
400,000	1	6,000	1
200,000	3	5,000	4
400,000	1		
200,000	1	5,000	6
35,000	1		
100,000	1		
1,500,000	2		
200,000	1	5,000	1
17,000	1	1,000	1
7,000	1	5,000	1
100,000	1		
32,000	1	1,000	1
16,000	1	6,600	1
80,000	1	2,000	1
7,000	2	150	4
200,000	1	1,000	2
3,300	1	5,000	2
49,700	1		
17,500	2		
7,900	1		
10,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	Bella Vista Water Co., Inc.
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	7,763	77,912,140	81,336,270	
FEBRUARY	7,785	68,859,590	79,519,940	
MARCH	7,931	69,000,000	86,988,160	
APRIL	7,922	89,985,548	105,711,110	
MAY	7,922	95,757,038	117,989,160	
JUNE	7,940	135,665,154	136,599,130	
JULY	8,000	125,446,286	124,408,928	
AUGUST	8,010	95,746,177	90,931,979	
SEPTEMBER	8,007	91,480,028	87,080,770	
OCTOBER	8,000	82,241,016	92,948,989	
NOVEMBER	8,062	84,007,084	83,815,590	
DECEMBER	8,009	81,906,848	79,373,810	
TOTALS →		1,098,006,909	1,166,703,836	

What is the level of arsenic for each well on your system? See next page mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

BELLA VISTA WATER CO., INC.
Arsenic results on all systems

System Name	POE #	Last Sampleing Date	Results
Ash Well	1	1/20/2004	<0.001
Stump Well	2	1/20/2004	0.0019
Wildhorse	3	1/20/2004	<0.001
NVW Well #10	4	1/20/2004	<0.001
NVW Well #9	5	1/20/2004	<0.001
NVW Well #3	6	1/20/2004	<0.001
NVW Well #15/16	7	1/20/2004	<0.001
Rail Oaks # 1/2	8	1/20/2004	<0.001
RO #3 (Vista Grande)	9	1/20/2004	<0.001

BVW Well #1	1	4/10/2001	<0.0050
BVW Well #2	2	4/10/2001	<0.0050
BVW Well #3	3	4/10/2001	<0.0050
BVW Well #5	5	4/10/2001	<0.0050
BVW Well #7	7	4/10/2001	<0.0050
BVW Well #8	8	4/10/2001	<0.0050
BVW Well #9/10	9	4/10/2001	<0.0050
BVW Well #11	11	6/22/2004	<0.0050
BVW Well #12/13	12	6/22/2004	<0.0050
BVW Well #14	14	4/10/2001	<0.0050
BVW Well #15	15	4/10/2001	<0.0050
BVW Well #16	16	4/10/2001	<0.0050
BVW Well #18	18	6/22/2004	<0.0050
BVW Well #19	19	4/10/2001	<0.0050
Vista View Wells # 1/2	20	6/22/2004	<0.0050

MCL for Arsenic: 0.050mg/l

Tested every three years unless they have vaivers

COMPANY NAME Bella Vista Water Co., Inc. YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 82,113.89

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Cochise
NAME (OWNER OR OFFICIAL) TITLE
Bob Dodds, President
COMPANY NAME
Bella Vista Water Co., Inc.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

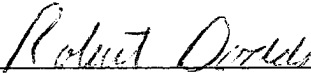
MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

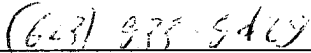
SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL



TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

COUNTY NAME	
MONTH	20 __

(SEAL)

MY COMMISSION EXPIRES _____

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Bella Vista Water Co., Inc.

YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported Unable to isolate due to Consolidated Return filed
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported Unable to isolate due to Consolidated Return filed
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>N/A</u>
Amount of Gross-Up Tax Collected	<u>N/A</u>
Total Grossed-Up Contributions/Advances	<u>N/A</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Robert Dodd
SIGNATURE

April 13, 2007
DATE

Robert Dodd
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise
NAME (OWNER OR OFFICIAL) TITLE Bob Dodds, President
COMPANY NAME Bella Vista Water Co., Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 3,886,044

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 325,745
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
(623) 935-9415

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS **DAY OF**

(SEAL)

COUNTY NAME
MONTH <u>20</u>

MY COMMISSION EXPIRES _____

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 2,303,309

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 178,141
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

(SEAL)

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME

COUNTY NAME

MONTH

,20__

X

SIGNATURE OF NOTARY PUBLIC